

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | |
|---------------------------------|-----------------|
| PURCHASED WATER ADJUSTMENT OF) | |
| FARMDALE WATER DISTRICT) | CASE NO. 95-489 |

O R D E R

On November 1, 1995, Farmdale Water District ("Farmdale") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

1. Farmdale purchases water from the Frankfort Electric and Water Plant Board ("Frankfort").

2. Effective October 27, 1995, Frankfort increased its rate for wholesale water from \$1.08 per 1,000 gallons to \$1.13 per 1,000 gallons. Based on an average monthly usage of 5,000 gallons, monthly bills to Farmdale's customers will increase from \$13.85 to \$14.10, or 2 percent.

3. During the 12 months ending August 31, 1995, Farmdale purchased 199,809,700 gallons of water and sold 184,523,000 gallons.

4. Farmdale's calculations are correct and show an increase in purchased water cost of \$9,990.48, resulting in a purchased water adjustment of 5 cents per 1,000 gallons.

5. The purchased water adjustment of 5 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

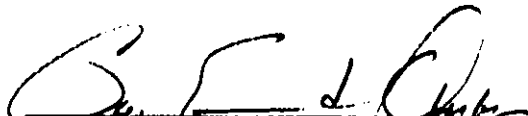
1. The purchased water adjustment of 5 cents per 1,000 gallons and the rates in Appendix A are approved for services rendered on and after October 31, 1995.


2. Farmdale's proposed tariff is approved.

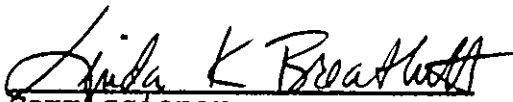
3. Within 30 days of the date of this Order, Farmdale shall file verification that the notice to its customers has been given.

Done at Frankfort, Kentucky, this 28th day of November, 1995.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 95-489 DATED NOVEMBER 28, 1995

The following rates and charges are prescribed for the customers in the area served by Farmdale Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Monthly Domestic Consumers (Other Than Trailer Courts)

5/8" x 3/4" Meters

| | | | |
|-------|----------------|---------|-------------------|
| First | 2,000 gallons | \$ 7.44 | Minimum Bill |
| Next | 3,000 gallons | 2.22 | per 1,000 gallons |
| Next | 5,000 gallons | 1.72 | per 1,000 gallons |
| Over | 10,000 gallons | 1.52 | per 1,000 gallons |

1" Meters

| | | | |
|-------|-----------------|----------|-------------------|
| First | 7,000 gallons | \$ 17.54 | Minimum Bill |
| Next | 3,000 gallons | 1.72 | per 1,000 gallons |
| Next | 140,000 gallons | 1.52 | per 1,000 gallons |
| Over | 150,000 gallons | 1.27 | per 1,000 gallons |

Rates based on monthly consumption.
\$35 deposit required on tenants (refundable).

Commercial Consumers (Stewart Home)

| | | | |
|-------|-----------------|----------|-------------------|
| First | 7,000 gallons | \$ 17.54 | Minimum Bill |
| Next | 3,000 gallons | 1.72 | per 1,000 gallons |
| Next | 140,000 gallons | 1.52 | per 1,000 gallons |
| Over | 150,000 gallons | 1.27 | per 1,000 gallons |

Rates based on monthly consumption.
(Other commercial and industrial rates by special contract).

Industrial Customers (Trigometer, Inc.)

| | | | |
|-------|-----------------|----------|-------------------|
| First | 7,000 gallons | \$ 17.54 | Minimum Bill |
| Next | 3,000 gallons | 1.72 | per 1,000 gallons |
| Next | 140,000 gallons | 1.52 | per 1,000 gallons |
| Over | 150,000 gallons | 1.27 | per 1,000 gallons |

Rates based on monthly consumption.
(Other commercial and industrial rates by special contract).